

EXHIBIT "J"



VIA FACSIMILE (516) 869-8765

October 15, 2001

Steve Genatt
Genatt Associates, Inc.
3333 New Hyde Park Road
New Hyde Park, NY 11042

Dear Steve:

Could you please have someone look over this claim.

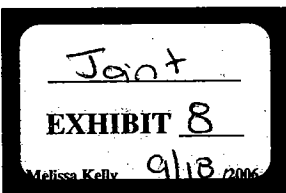
The issue is:

When does CNA's liability arise from our Royal Consumer Products having to buy from third parties.

For example, the Nucoat purchases were made on August 21st after the boiler rental (\$18,000). \$73,000 of the Permalite purchases were made on August 23rd, after the boiler rental. This totals \$91,000. \$62,000 of the Folex purchases were made before INA notification. If the liability for these purchases was denied, the claim would be reduced to \$168,000 (for paperboard after rental installation) and to \$107,000 (for paperboard both after rental and pre-notification).

The attached drafts show the dates of all noted.

By way of explanation, at first we did not know why the boiler wasn't working (July 16, 2001), then, when we knew it was ruptured (July 26, 2001), we did not know who our insurance carrier was, as CNA failed to inspect the boiler and this failure to inspect, in fact, allowed for unnoticed mud buildup which caused the rupture; on August 14th, I found out about the problem and notified you and on August 15th a temporary rental was installed. However, by such time, there was a backup requiring the use of the piece of machinery which could not run without steam and it was not until about the first of October that we were able to provide the grades to our Royal affiliate.



Mafcote Inc. • 108 Main-Street • Norwalk CT 06851
phone - (203) 847-8500 • fax - (203) 849-9177
www.mafcote.com

Case No. 1:04cv853
M002263



Please advise.

Sincerely,

A handwritten signature in black ink, appearing to read "S. Schulman", written over a horizontal line.

Steven A. Schulman

President

SAS:Iss

CC: RJR

HEH

DJE



Miami Wabash Paper Inc

A Mafcote Affiliate

DRAFT

Via Federal Express

October 16, 2001

Nick Bozovich
Senior General Adjuster
CNA Commercial Insurance
2401 Pleasant Valley Road
York, PA 17402

Re: 7/16/01 B & M Accident
Incorrectly dated 7/26/01

Dear Nick:

The following is our revised claim:

1. Property Damage	
a. Schweitzer Brothers Co., Inc Invoice #1516	\$16,000.00
b. Deductible	<u>250.00</u>
c. Provisional Claim	-0-
2. Expediting and Business Disruption Expenses	
a. Boiler Rental invoice #314 J 1159	\$32,996.00
b. 3rd party purchases which would not have been obtained for Miami Valley if the accident had not occurred:	
(i) Vendor ACT. See schedule 1 dated 10/15/01	\$18,725.24
(ii) NuCoat - See schedule 2 dated 10/15/01	17,759.36
(iii) Permalite - See Schedule 3 dated 10/15/01	140,293.86
(iv) Folex Imaging - See Schedule 4 dated 10/15/01	<u>61,596.00</u>
Total Damages	\$271,370.46
Less Deductible - See Schedule 5 dated 10/15/01	<u>11,880.00</u>
Provisional Claim	\$259,490.46

1. date of accident 7/16/01
2. date we know is
 ruptured 7/26/01
3. date we reported it
 to CNA 8/14/01
4. date of
 boiler rental 8/15/01



Miami Wabash Paper llc

A Mafcote Affiliate

Nick Bozovich
Page -2-
October 16, 2001

Schedule 6, dated 10/15/01, shows our calculations for Glossy Ink Jet and Schedule 7, dated 10/15/01 shows our calculation for 5x7 Photo Ink Jet. Attached to each schedules 1 to 7 are relevant invoices. Also attached is an October 8, 2001 letter from Schweitzer Brothers. As you are aware, you instructed us to repair rather than replace and there is evidence that this will prove less than adequate from a third party (Rieck) provided to you, copy attached again.

Sincerely,

Steven A. Schulman
President

cc: Joel Schenevy - Reboul & Henderson
Earle S. Rynston - Genatt Associates, Inc.

SAS/ar
Enclosures

SAS1001.037

bcc:Howard E. Harper
Daryl Evans
Richard Repecki
Tom Crockett

SCHWEITZER BROTHERS CO., INC.

2715 COLERAIN AVENUE
CINCINNATI, OH 45225
Phone # 513-542-5550

Invoice

DATE	INVOICE
9/25/01	1516

BILL TO:

Miami Valley Paper
413 Oxford Rd.
Franklin Ohio 45005

P.O. NUMBER	TERMS	PROJECT
		408

QUANTITY	DESCRIPTION	RATE	AMOUNT
	AS PER QUOTE-REPAIR LATTERN BOILER	16,000.00	16,000.
	Sales Tax	6.50%	0

WE ACCEPT ALL MAJOR CREDIT CARDS

TOTAL

\$16,000

Case No. 1:04cv853
M002268

Schedule 1
10/15/01

ACT (American Coating Technology, Inc.)
Invoices Dated July 27 through August 28, 2001

<u>PO</u> <u>Date</u>	<u>PO</u> <u>Number</u>	<u>Product</u> <u>Description</u>	<u>Invoice</u> <u>Date</u>	<u>MSI</u> <u>Price</u>	<u>MSI</u> <u>Received</u>	<u>Invoice</u> <u>Price</u>	<u>MVP</u> <u>MSI Price</u>	<u>MVP</u> <u>Price</u>	<u>Difference</u>
7/27/01	20808	Paper, Glossy, Rolls, 164# 34 1/2"W on 3" ID core, BW is Based on a 3300 SF ream size	7/27/01	0.49	138,911.25	68,066.51	0.3552	49,341.28	18,725.24



American Coating Technology, Inc.

5330 Shoreline Drive

Mound, MN 55364

Phone 952-495-8223

Fax 952-495-8091

2001 AUG 13 AM 11:20

INVOICE

Date: 7/27/01

Invoice ID: MI-00431

Page No: 1

F.O.B: MOUND

Order No: MC-00322

Sold To

MAFCOTE INDUSTRIES
ROYAL LACE DIVISION
1120 W. MAGNOLIA
LOUISVILLE KY 40210
USA

Ship To

MAFCOTE INDUSTRIES
ROYAL LACE DIVISION
1120 W. MAGNOLIA
LOUISVILLE KY 40210
USA

CUSTOMER ID		CUSTOMER PO.		PAYMENT TERMS		FREIGHT TERMS	
00046		20808		1.0%/10 days, Net 21		Freight: Collect	
SALES REP ID		SHIPPING METHOD		SHIP DATE		INVOICE DUE DATE	
023		CUSTOMER PICK-UP		7/27/01		8/26/01	
QUANTITY						UNIT PRICE	EXTENDED PRICE
ORD	SHP	BCK	U/M	PART	DESCRIPTION		

138,911.25	138,911.25	0.00	MSI	21-10008	SP111G - NUJET(TM) HIGH GLOSS 140#	0.49	\$68,066.51
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OUTGOING WEIGHT 43,315 LBS.

ORDER SPECIFICATIONS

SUB TOTAL: \$68,066.51

TOTAL AMOUNT DUE: \$68,066.51

NOTE: INVOICES NOT PAID ACCORDING TO TERMS ARE SUBJECT TO 1% PER MONTH SERVICE CHARGE.

Price / Lb. = \$1.57143

PLEASE REFERENCE THIS INVOICE NUMBER ON YOUR CHECK AND REMIT TO:

American Coating Technology, Inc.
5330 Shoreline Drive
Mound, MN 55364

Case No. 1:04cv853
M002270

SCHEDULE 1
ATTACHMENT

Schedule 2
10/15/01

NuCoat - Invoiced by Cooler Concepts, Inc.
Invoices Received July through September 29, 2001

<u>PO Date</u>	<u>PO Number</u>	<u>Product Description</u>	<u>Invoice Date</u>	<u>Unit Price</u>	<u>Unit Measure</u>	<u>Quantity Received</u>	<u>Invoice Price</u>	<u>MVP Unit Price</u>	<u>MVP Price</u>	<u>Difference</u>
8/21/01	20861	Paper, Glossy, Rolls, 164#	8/22/01	0.5345	MSI	19,500	10,422.75	0.3552	6,926.40	3,496.35
	20861	Sheets, Glossy, 8.5x11	8/22/01	0.055	Sheet	228,000	12,540.00	0.0332	7,569.60	4,970.40
		Freight	8/22/01				1,070.00		-	1,070.00
	20861	Sheets, Glossy, 8.5x11	8/22/01	0.055	Sheet	213,600	11,748.00	0.0332	7,091.52	4,656.48
		Freight					1,070.00		-	1,070.00
8/21/01	20861	Paper, Glossy, Rolls, 164#	8/22/01	0.5345	MSI	3,630	1,940.24	0.3552	1,289.38	650.86
		Freight					299.33		-	299.33
		Credit for slitting					(300.00)		-	(300.00)
							38,790.32			15,913.42
8/21/01	20861	Sheets, Glossy, 8.5x11	9/18/01	0.055	Sheet	68,750	3,781.25	0.0332	2,282.50	1,498.75
		Freight					347.19		-	347.19
							4,128.44			1,845.94
		Total					\$ 42,918.76			\$ 17,759.36

Invoice

cooler
concepts, inc.

235 East Lake Street
Wayzata, MN 55391

Date	Invoice #
8/22/2001	1001

Bill To
Royal Consumer Products 1120 West Magnolia Street Louisville, KY 40210

Ship To
Royal Consumer Products 1120 West Magnolia Street Louisville, KY 40210

O. Number	Terms	Rep	Ship	Via	F.O.B.	Project
20861	1% 10 Net 30	JAD	8/22/2001	JDLogistics	Shipping Pt.	Aug01, Glossy Paper

Quantity	Item Code	Description	Price Each	Amount
19,500	S1032	8/22/01 Shipment	0.5345	10,422.75
228,000	Sheets	S1032, Glossy Paper (price is per MSI)	0.055	12,540.00
1	Freight	Sheets, Glossy Paper	1,070.00	1,070.00
		Freight Charge JD Logistics		
213,600	Sheets	8/27/01 Shipment	0.055	11,748.00
1	Freight	Sheets, Glossy Paper	1,070.00	1,070.00
		Freight Charge JD Logistics		
3,630	S1032	8/31/01 Shipment	0.5345	1,940.24
1	Freight	S1032, Glossy Paper (price is per MSI)	299.33	299.33
		Freight Charge CCX		
	Credit	Credit for Slitting	-300.00	-300.00

RECEIVED SEP 07 2001

Cooler Concepts Return Policy:

Liability of the finished product for end use is solely the responsibility of the purchaser. Cooler Concepts implies no warranties.

In the event of any problems with the product:

Please submit samples of defective material together with an explanation of how the product is defective. Cooler Concepts will immediately test the samples. If it is determined by Cooler Concepts that there is a direct problem with the product, Cooler Concepts will issue a credit for the defective product and freight.

Please remit to above address.

Total \$38,790.32

SCHEDULE 2
ATTACHMENT

Case No. 1:04cv853
M002272

Invoice

RECEIVED SEP 24 2001

Date	Invoice #
9/18/2001	1009

235 East Lake Street Wayzata, MN 55391

Bill To
Royal Consumer Products 1120 West Magnolia Street Louisville, KY 40210

Ship To
Royal Consumer Products 1120 West Magnolia Street Louisville, KY 40210

P.O. Number	Terms	Rep	Ship	Via	F.O.B.	Project
20861	1% 10 Net 30	JAD	9/18/2001	USF Holland	Shipping Pt.	Aug01, Glossy Paper

Quantity	Item Code	Description	Price Each	Amount
68,750	Sheets	Sheets, Glossy Paper Part # 1309-28909, Paper Glossy, 8-1/2" x 11", tabbed every 200. palletize and wrap for shipment 68,750 total sheets shipped, 1200 sheets per box, 58 boxes	0.055	3,781.25
1	Freight	Freight Charge, USF Holland	347.19	347.19

Cooler Concepts Return Policy:

Ability of the finished product for end use is solely the responsibility of the purchaser. Cooler Concepts implies no warranties.

In the event of any problems with the product:

Please submit samples of defective material together with an explanation of how the product is defective. Cooler Concepts will immediately test the samples. If it is determined by Cooler Concepts that there is a direct problem with the product, Cooler Concepts will issue a credit for the defective product and freight.

Please remit to above address.

Total \$4,128.44

SCHEDULE 2
ATTACHMENT

Case No. 1:04cv853
M002273

Permalife

Invoices Dated August 26 through September 29, 2001

Schedule 3
10/15/01

<u>PO Date</u>	<u>PO Number</u>	<u>Product Description</u>	<u>Invoice Date</u>	<u>Unit Price</u>	<u>Unit Measure</u>	<u>Quantity Received</u>	<u>Invoice Price</u>	<u>MVP Unit Price</u>	<u>MVP Price</u>	<u>Difference</u>
8/16/01	20852	Master Sheet 4x6 Photo, 24" x 42"	8/31/01	0.835	Sheet	3,600.00	3,006.00	0.3913	1,408.68	1,597.32
8/16/01	20852	Master Sheet 5x7 Photo, 20" x 42"	8/31/01	0.699	Sheet	15,000.00	10,485.00	0.3113	4,669.50	5,815.50
		Freight charges					1,561.22		-	1,561.22
8/16/01	20852	Master Sheet 4x6 Photo, 24" x 42"	9/7/01	0.835	Sheet	11,100.00	9,268.50	0.3913	4,343.43	4,925.07
8/16/01	20852	Master Sheet 5x7 Photo, 20" x 42"	9/7/01	0.699	Sheet	12,600.00	8,807.40	0.3113	3,922.38	4,885.02
		Freight charges					3,009.55		-	3,009.55
8/16/01	20852	Master Sheet 4x6 Photo, 24" x 42"	9/13/01	0.835	Sheet	33,600.00	28,056.00	0.3913	13,147.68	14,908.32
8/16/01	20852	Master Sheet 5x7 Photo, 20" x 42"	9/13/01	0.699	Sheet	44,700.00	31,245.30	0.3113	13,915.11	17,330.19
		Freight charges					2,575.00		-	2,575.00
8/16/01	20852	Master Sheet 4x6 Photo, 24" x 42"	9/28/01	0.835	Sheet	10,800.00	9,018.00	0.3913	4,226.04	4,791.96
8/16/01	20852	Master Sheet 5x7 Photo, 20" x 42"	9/28/01	0.699	Sheet	12,900.00	9,017.10	0.3113	4,015.77	5,001.33
8/28/01	20872	Glossy, rolls	9/28/01	0.7407	MSI	81,837.83	60,617.28	0.3552	29,068.80	31,548.48
		Freight					2,700.00		-	
8/28/01	20872	Glossy, rolls	9/24/01	0.7407	MSI	32,937.17	24,396.56	0.3552	11,699.28	12,697.28
8/28/01	20872	Glossy, rolls	9/25/01	0.7407	MSI	70,681.25	52,353.60	0.3552	25,105.98	27,247.62
		Freight					2,400.00		-	2,400.00
		Total					\$ 258,516.51			\$ 140,293.86

230 East Alondra Boulevard
Gardena, California 90248
(310) 227-0244 (800) 237-6583 National FAX (310) 715-8228

B 13138-01

ROYAL CONSUMER PRODUCTS
1120 WEST MAGNOLIA ST
LOUISVILLE KY 40210

S H I P T O

ROYAL CONSUMER PRODUCTS
1120 WEST MAGNOLIA ST.
LOUISVILLE KY 40210

INVOICE #	DATE	PAGE
19738	09-07-01	1

QUANTITY ORDERED	QUANTITY SHIPPED	UNIT	STOCK #	TRUCK-LN	CARRIER	PREPAY-ADD	DESCRIPTION	LINEAR YDS.	SQUARE YDS.	PRICE PER	EXTENSION
20852							NET 30 DAYS				
37	37	PK	1309-40021M				1240N 24x42 (300) Shts Per Pk			250.50	9268.1
42	42	PK	1309-40022M				1240N 20x42 (300) Shts Per Pk			209.70	8807.4
							SUB-TOTAL				18075.1
							FREIGHT				3009.1
							TOTAL				21085.1

230 East Alondra Boulevard
Gardens, California 90248
(310) 327-0244 (800) 237-8583 National FAX (310) 715-8228

13138-01

ROYAL CONSUMER PRODUCTS
1120 WEST MAGNOLIA ST
LOUISVILLE KY 40210

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ROYAL CONSUMER PRODUCTS
1120 WEST MAGNOLIA ST.
LOUISVILLE KY 40210

INVOICE #	DATE	PAGE
19752	09-13-01	1

ITEM		QUANTITY		UNIT		STOCK #		CONTROL #		ROLL #		NATIONWIDE		PREPAY-ADD		DESCRIPTION		LINEAR YDS. SQUARE YDS.		PRICE		PRICE PER		EXTENSION	
0852		112	PK			1309-40021M										1240N 24x42 (300) Shte Per PK				250.50		PK		28056.00	
9		149	PK			1309-40022M										1240N 20x42 (300) Shte Per PK				209.70		PK		31245.30	
REF# 64968																				SUB-TOTAL				59301.30	
																				FREIGHT				2575.00	
																				TOTAL				61876.30	

B 13138
L ROYAL CONSUMER PRODUCTS
L 1120 WEST MAGNOLIA ST
T LOUISVILLE KY 40210
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INVOICE #	DATE	PAGE
19810	09-28-01	1

Q. NUMBER	SHIP TO	CARRIER	STOCK #	UNIT	QUANTITY SHIPPED	TRUCK-LW	ESTRN SG	ROLL #	DESCRIPTION	LINEAR YDS.	SQUARE YDS.	PRICE	PRICE PER	EXTENSION
20852														
43	43	PK	1240N-20423W						1240N 20 X 42 (300) 4699			209.70	PK	9017.1
36	36	PK	1240N-24423W						1240N 24 X 42 (300) 835			250.50	PK	9018.0
									TOTAL					18035.1

F.O.B. GARDENA FAX 9/28

TERMS

2 % NET 10

SALESMAN

FREIGHT

PREPAY-ADD

CONTROL #

STOCK #

UNIT

QUANTITY SHIPPED

TRUCK-LW

ESTRN SG

ROLL #

DESCRIPTION

LINEAR YDS.

SQUARE YDS.

PRICE

PRICE PER

EXTENSION

250 East Alondra Boulevard
Gardena, California 90248
(310) 327-0244 (800) 237-6583 National FAX (310) 715-8228

B
13138

ROYAL CONSUMER PRODUCTS
1120 WEST MAGNOLIA ST
LOUISFVILLE KY 40210

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RECEIVED OCT 09 2001

INVOICE #	DATE	PAGE
19809A	09-28-01	3

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SCHEDULE 3 - ATTACHMENT

ORIGINAL

10

**Case No. 1:04cv853
M002278**

**230 East Alondra Boulevard
Gardena, California 90248
(310) 327-0244 (800) 237-6583 National FAX (310) 715-8228**

ROYAL CONSUMER PRODUCTS
1120 WEST MAGNOLIA ST
LOUISVILLE KY 40210

ROYAL CONSUMER PRODUCTS
1120 WEST MAGNOLIA ST.
LOUISVILLE KY 40210

INVOICE #	DATE	PAGE
19753	09-24-01	2

[illegible]

**Case No. 1:04cv853
M002279**

13138

ROYAL CONSUMER PRODUCTS
1120 WEST MAGNOLIA ST
LOUISFVILLE KY 40210

S H I P T O

INVOICE #	DATE	PAGE
19786	09-25-01	2

QUANTITY SHIPPED										GARDENA EMAIL 7/24									
TRUCK-LN										2% NET 10 DAYS									
ESTRN 80										HOUSE ACCT									
PREPAY-ADD										HOUSE ACCT									
CONTROL #										ROLL #									
STOCK #										DESCRIPTION									
UNIT										LINEAR YDS. SQUARE YDS. PRICE PRICE PER EXTENSION									
SYD	12432475	A1I21E2	24.75	1243N PHOTOGLS M/R	3071	2111	0.96000	SYD	2026.56										
SYD	12432475	A1I21F2	24.75	1243N PHOTOGLS M/R	3155	2169	0.96000	SYD	2082.24										
SYD	12432475	A1I21C2	24.75	1243N PHOTOGLS M/R	3124	2148	0.96000	SYD	2062.08										
SYD	12432475	A1I22A2	24.75	1243N PHOTOGLS M/R	2960	2035	0.96000	SYD	1953.60										
SYD	12432475	A1I22B2	24.75	1243N PHOTOGLS M/R	2945	2025	0.96000	SYD	1944.00										
SYD	12432475	A1I22C2	24.75	1243N PHOTOGLS M/R	2995	2059	0.96000	SYD	1976.64										
SYD	12432475	A1I23B2	24.75	1243N PHOTOGLS M/R	3155	2169	0.96000	SYD	2082.24										
SYD	12432475	A1I22D2	24.75	1243N PHOTOGLS M/R	3002	2064	0.96000	SYD	1981.44										
SYD	12432475	A1I22E2	24.75	1243N PHOTOGLS M/R	2655	1825	0.96000	SYD	1752.00										
SYD	12432475	A1I23C2	24.75	1243N PHOTOGLS M/R	3030	2083	0.96000	SYD	1997.68										
SYD	12432475	A1I23A2	24.75	1243N PHOTOGLS M/R	2572	1768	0.96000	SYD	1697.28										
TOTAL SQ YDS:										54535	SUB-TOTAL			52353.60					
											FREIGHT			2400.00					
											TOTAL			54753.60					

Case No. 1:04cv853
M002280

Schedule 4
10/15/01

FOLEX IMAGING GLOSSY PAPER
INVOICES DATED JULY 1 THROUGH AUGUST 24, 2001

<u>PO Date</u>	<u>PO Number</u>	<u>Product Description</u>	<u>Invoice Date</u>	<u>Unit Price</u>	<u>Unit Measure</u>	<u>Units Received</u>	<u>Invoice Price</u>	<u>MVP Unit Price</u>	<u>MVP Price</u>	<u>Difference</u>
7/16/01	20677	Glossy, 8.5 x 11 sheets	7/17/01	0.085	Sheet	150,000.0	12,750.00	0.0332	4,980	7,770
7/16/01		Freight					1,175.00		-	1,175
7/16/01	20677	Glossy, 8.5 x 11 sheets	7/16/01	0.085	Sheet	100,000.0	8,500.00	0.0332	3,320	5,180
7/23/01		Freight					1,175.00		-	1,175
7/23/01	20684	Glossy, 8.5 x 11 sheets	7/25/01	0.085	Sheet	252,000.0	21,420.00	0.0332	8,366	13,054
7/23/01	20684	Glossy, rolls	7/20/01	0.80214	MSI	70,384.9	56,458.54	0.3552	25,001	31,458
		Freight					1,784.28		-	1,784
		Total					\$103,262.82			\$ 61,596

TOIEX IMAGING

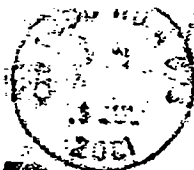
FOLEX H.S. SCHLEUSSNER, INC.

6 DANIEL ROAD EAST

FAIRFIELD, NEW JERSEY 07004

973-575-4500 • 800-631-1150 • Fax 973-575-4646

Visit Folex at <http://www.folex.com>



127500	01
INVOICE DATE	
07/17/01	

BILL TO:

MAFCOTE INDUSTRIES, INC.
ROYAL LACE DIVISION
1120 W. MAGNOLIA
LOUISVILLE, KY 40210

SHIP TO:

MAFCOTE INDUSTRIES, INC.
ROYAL LACE DIVISION
1120 W. MAGNOLIA
LOUISVILLE, KY 40210

DER NO.	ORDER DATE	CUSTOMER NO.	LOC	SALES REP.
32564	07/16/01	064246	NJ	20

CUSTOMER P.O. NUMBER	JOB NUMBER	SHIP VIA	PPD / COL
0677		Truck	Prepaid

ITEM NUMBER DESCRIPTION	QTY. ORDERED	QTY. SHIPPED/RETURNED QTY. BACKORDERED	UNIT PRICE	UOM DISC %	EXTENDED PRICE
0132241 YTQJET HGWW 5X11-1 SHEET	150,000	150,000	.08	SH	12,750.00
BULK PACK-SEPARATE EVERY 200 SHEETS					

REMARKS:

MS:

NET 30 DAYS

Case No. 1:04cv853

M002282

SALE AMOUNT	12,750.00
MISC CHARGES	.00
SHIPPING/HANDLING	1,175.00
SALES TAX	.00
TOTAL	13,925.00
AMOUNT RECEIVED	.00
BALANCE DUE	13,925.00

SCHEDULE 4
ATTACHMENT

THE TERMS AND CONDITIONS APPEARING ON THE BACK CONSTITUTE THE ENTIRE AGREEMENT PERTAINING TO THIS PURCHASE WHICH MAY NOT BE MODIFIED EXCEPT BY WRITTEN CONSENT

DUPLICATE

tolex

I M A G I N G

FOLEX H.S. SCHLEUSSNER, INC.

6 DANIEL ROAD EAST

FAIRFIELD, NEW JERSEY 07004

973-575-4500 • 800-631-1150 • Fax 973-575-4646

Visit Folex at <http://www.folex.com>

127487

01

INVOICE DATE

07/16/01

BILL TO:

MAFCOTE INDUSTRIES, INC.
ROYAL LACE DIVISION
1120 W. MAGNOLIA
LOUISVILLE, KY 40210

SHIP TO:

MAFCOTE INDUSTRIES, INC.
ROYAL LACE DIVISION
1120 W. MAGNOLIA
LOUISVILLE, KY 40210

ORDER NO.	ORDER DATE	CUSTOMER NO.	LOC	SALES REP.
32564	07/16/01	084246	NJ	20

CUSTOMER P.O. NUMBER	JOB NUMBER	SHIP VIA	PPD / COL
0877		Truck	Prepaid

ITEM NUMBER	QTY. ORDERED	QTY. SHIPPED/RETURNED	UNIT PRICE	UOM	EXTENDED PRICE
DESCRIPTION		QTY. BACKORDERED		DISC %	
0132241	250,000	100,000	.08	SH	8,500.00
OTOJET HGWW		150,000			
.5X11 1 SHEET					
BULK PACK-SEPARATE EVERY 200 SHEETS					

REMARKS:

TERMS:

NET 30 DAYS

Case No. 1:04cv853
M002283

SALE AMOUNT	8,500.00
MISC. CHARGES	.00
SHIPPING/HANDLING	1,175.00
SALES TAX	.00
TOTAL	9,675.00
AMOUNT RECEIVED	.00

BALANCE DUE 9,675.00

SCHEDULE 4
ATTACHMENT

THE TERMS AND CONDITIONS APPEARING ON THE BACK CONSTITUTE THE ENTIRE AGREEMENT PERTAINING TO THIS PURCHASE WHICH MAY NOT BE MODIFIED EXCEPT BY WRITTEN CONSENT

TOLEX IMAGING

FOLEX H.S. SCHLEUSSNER, INC.

6 DANIEL ROAD EAST
FAIRFIELD, NEW JERSEY 07004

973-575-4500 • 800-631-1150 • Fax 973-575-4646

Visit Folex at <http://www.folex.com>

INVOICE DATE

07/25/01

BILL TO:

MAFCOTE INDUSTRIES, INC.
ROYAL LACE DIVISION
1120 W. MAGNOLIA
LOUISVILLE, KY 40210

SHIP TO:

MAFCOTE INDUSTRIES, INC.
ROYAL LACE DIVISION
1120 W. MAGNOLIA
LOUISVILLE, KY 40210

ORDER NO.	ORDER DATE	CUSTOMER NO.	LOC	SALES REP.
32641	07/24/01	064246	NJ	20

CUSTOMER P.O. NUMBER	JOB NUMBER	SHIP VIA	PPD / COL
0684		CCX	

ITEM NUMBER DESCRIPTION	QTY. ORDERED	QTY. SHIPPED/RETURNED QTY. BACKORDERED	UNIT PRICE	UOM DISC %	EXTENDED PRICE
0132241 OTOJET HGWW .5X11 1 SHEET	275,000	252,000 23,000	.08	SH	21,420.00

REMARKS:

TERMS: NET 30 DAYS

Case No. 1:04cv853
M002284

SALE AMOUNT	21,420.00
MISC. CHARGES	.00
SHIPPING/HANDLING	.00
SALES TAX	21,420.00
TOTAL	.00
AMOUNT RECEIVED	
BALANCE DUE	21,420.00

SCHEDULE 4
ATTACHMENT

THE TERMS AND CONDITIONS APPEARING ON THE BACK CONSTITUTE THE ENTIRE AGREEMENT PERTAINING TO THIS PURCHASE WHICH MAY NOT BE MODIFIED EXCEPT BY WRITTEN CONSENT

DUPLICATE

FOLEX IMAGING

FOLEX H.S. SCHLEUSSNER, INC.

6 DANIEL ROAD EAST

FAIRFIELD, NEW JERSEY 07004

973-575-4500 • 800-631-1150 • Fax 973-575-4646

Visit Folex at <http://www.folex.com>

INVOICE DATE
07/20/01

BILL TO:

MAFCOTE INDUSTRIES, INC.
ROYAL LACE DIVISION
1120 W. MAGNOLIA
LOUISVILLE, KY 40210

SHIP TO:

MAFCOTE INDUSTRIES, INC.
ROYAL LACE DIVISION
1120 W. MAGNOLIA
LOUISVILLE, KY 40210

ORDER NO.	ORDER DATE	CUSTOMER NO.	LOC	SALES REP.
32623	07/23/01	064246	NJ	20

CUSTOMER P.O. NUMBER	JOB NUMBER	SHIP VIA	PPD / COL
0677	CCX		

ITEM NUMBER DESCRIPTION	QTY. ORDERED	QTY. SHIPPED/RETURNED QTY. BACKORDERED	UNIT PRICE	UOM DISC %	EXTENDED PRICE
THIS ITEM IS EQUAL TO 70384.9 MSI AT A PRICE OF .80214					
0410622 OTOJET HGWW 3" 185G/M2	45,409	45,409	1.24	SM	56,459.77
ot No. 000000000980253		1,406	000000000980260		1,417
000000000980261		1,382	000000000980264		1,411
000000000980271		1,456	000000000980272		1,406
000000000980273		1,417	000000000980294		1,330
000000000980295		1,384	000000000980296		1,424
000000000980297		1,363	000000000980298		1,443
000000000980299		1,204	000000000980300		1,419
000000000980301		1,419	000000000980302		1,412
000000000980303		1,408	000000000980304		1,431
000000000980305		1,451	000000000980315		1,085
000000000980316		1,379	000000000980318		1,243
000000000980319		1,346	000000000980320		1,420
000000000980321		1,428	000000000980322		1,417
000000000980324		1,403	000000000980325		1,398
000000000980326		1,411	000000000980327		1,134
000000000980330		1,410	000000000980331		1,423
000000000980333		1,311			
MISC	1-	1-	1.23	EA	

RICE ROUNDING

MENTS:

IMS:

Case No. 1:04cv853
M002285

SCHEDULE 4
ATTACHMENT

SALE AMOUNT	56,458.54
MISC. CHARGES	
SHIPPING/HANDLING	1,784.28
SALES TAX	
TOTAL	
AMOUNT RECEIVED	
BALANCE DUE	58,242.82

THE TERMS AND CONDITIONS APPEARING ON THE BACK CONSTITUTE THE ENTIRE AGREEMENT
PERTAINING TO THIS PURCHASE WHICH MAY NOT BE MODIFIED EXCEPT BY WRITTEN CONSEN

DUPLICATE

Schedule 5 10/11/01

TO: SAS
FROM: MEH

RE: BOILER DEDUCTIBLE

THE DEDUCTIBLE IS 2 TIMES THE DAILY VALUE. THE DAILY VALUE IS THE AMOUNT THAT WOULD HAVE BEEN EARNED EACH WORKING DAY HAD NO "ACCIDENT" OCCURRED.

A) THE BUSINESS INTERRUPTION VALUE (THE DAILY VALUE) JUST SUBMITTED FOR FRANKLIN, OHIO FOR THE ENTIRE YEAR IS 1,794,000. IF MIAMI OPERATES 6 DAY A WEEK AND ASSUMING IT IS CLOSED FOR 10 HOLIDAYS THEN IT OPERATES 302 DAYS PER YEAR THUS THE DAULY VALUE IS 1,794,000 DIVIDED BY 302 OR 5,940. THUS THE DEDUCTIBLE IS \$11880.

B) THE ORDINARY PAYROLL FOR A 90-DAY PERIOD (AS JUST REPORTED) IS 474,000. THUS THE DAILY AMOUNT IS 5,267 AND A 2 DAY VALUE WOULD BE \$10,534. THE ORDINARY PAYROLL IS THE PAYROLL THAT WOULD CONTINUE EVEN IF THE PLANT COULD NOT OPERATE. THUS THIS SHOULD BE INCLUDED IN THE CLAIM. NOTE THAT THIS WOULD INCLUDE AN ALLOCATED PORTION OF THE NORWALK PAYROLL, AS IT IS INCLUDED IN THE CT. ALLOCATION.

MILES

PURCHASES FROM MIAMI VALLEY PAPER
FOR 108# GLOSSY INKJET
JULY 1 THRU 28, 2001

<u>msi rec'd</u>	<u>msi price</u>	<u>msi weight</u>	Weighted <u>Average msi price</u>	<u>Average msi price</u>
86309	0.3803	0.42	0.1593	0.3803
24509	0.3605	0.12	0.0429	0.3605
2652	0.2831	0.01	0.0036	0.2831
<u>92585</u>	<u>0.3324</u>	<u>0.45</u>	<u>0.1494</u>	<u>0.3324</u>
206055		1.00	0.3552	0.3391

Cost/msi per glossy sheet using [#].3552 msi cost

$$\underline{8.5" \times 11"} = 93.5 \text{ sq in} / 1000 = .0935 \times .3552 = \text{\$} .0332$$

108 MAIN STREET
NORWALK, CT 06851
TEL. 203-847-8500

MIAMI VALLEY

ON. ANI

$$\frac{d\mathbf{A}}{dt} = \mathbf{A} \cdot \nabla \mathbf{A}$$
SHIP TO
ROYAL LACE L.L.C.

1120 WEST MAGNOLIA
LOUISVILLE KY 40210

**SOLD
TO
ROYAL LACE LLC**

FOR CUSTOMER INQUIRY CALL:
1-800-543-7905

1120 WEST MAGNOLIA
LOUISVILLE KY 40210

TERMS: F.O.B. MILL

BLSMAN.	SHIP VIA
Q1.64	TRUCK

ZPL3042

CUST. ORD. #	SHIP. NO.	ITEM NO.	QUANTITY	DESCRIPTION	BILL. UNIT	UNIT PRICE	AMOUNT
20613		8A276	86309	108#GLOSSY INKJET 34.5826 7 ROLLS 20184# SUBTOTAL:	MSI	3803	32823.31
				AUG - 6 2001			
				C/2606			
TOTAL THIS INVOICE							32823.31

SCHEDULE 6
ATTACHMENT

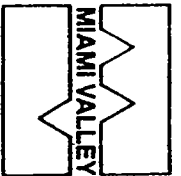
Case No. 1:04cv853
M002288

PLEASE REMIT ONLY TO:

MIAMI VALLEY PAPER CO., INC.

108 MAIN STREET
NORWALK, CT 06851
TEL. 203-847-8500

XXXXXXXXXXXXXXXXXXXX
XXXXXXXXXXXXXXXXXXXX
XXXXXXXXXXXXXXXXXXXX
MIAMI VALLEY PAPER CO.
PO BOX 5651
HARTFORD CT. 06102



SHIP TO
ROYAL LACE LLC
1120 WEST MAGNOLIA
LOUISVILLE
KY 40210

1120 WEST MAGNOLIA
LOUISVILLE
KY 40210

SOLD TO
ROYAL LACE LLC

FOR CUSTOMER INQUIRY CALL:
1-800-543-7905

CUST. NO.

677720

INVOICE DATE

7 28 01

INV. NO.

129595

PAGE: 1

1120 WEST MAGNOLIA
LOUISVILLE
KY 40210

TERMS: F.O.B. MILL

SHIP VIA
GLSMAN
016 TRUCK

2M3031

CUST. ORD. #	SHIP. NO.	ITEM NO.	QUANTITY	DESCRIPTION	BILL. UNIT	UNIT PRICE	AMOUNT
20613		BAGL45	24509	108#INKJET GLOSSY WH 34.5 2 ROLLS 5853#	MSI	3605	8835.49
				SUBTOTAL:			8835.49
TOTAL THIS INVOICE							8835.49

AUG - 6 2001

MIAMI VALLEY PAPER CO. is a leading agency without
regard to race, color, sex, religion, or national origin
in the sale of its products. It is the policy of this
company to provide equal employment opportunities
for all persons. The terms and conditions of this
contract are subject to the terms and conditions
of the contract.

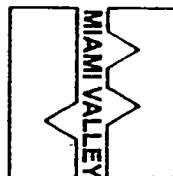
ALL GOODS ARE SOLD UNDERSTANDING THAT THERE ARE NO SPECIFIC QUALITIES INHERENT OR EXPECTED IN SAME. THAT NEITHER COATINGS NOR
BODY STOCKS ARE FOLD, SOIL, ROLL, CRACK, OR TARNISH PROOF. NON NON-CURLING, NON NON-POSSIBLE OF ANY OTHER FEATURE UNLESS SO STATED
IN YOUR ORDER. OUR ACKNOWLEDGMENT AND OUR INVOICE. ALL CLAIMS MUST BE MADE WITHIN FIVE DAYS AFTER RECEIPT OF GOODS. NO CLAIMS
WILL BE ENTERTAINED AFTER FIVE DAYS. RULED ON PRINTED.
We hereby certify that these goods were produced in compliance with all applicable requirements of section 6, 7, and 12 of the Fair Labor Standards Act as
amended, and of regulations and orders of the United States Department of Labor under section 14 thereof.

SCHEDULE 6
ATTACHMENT

Case No. 1:04cv853
M002289

108 MAIN STREET
NORWALK, CT 06854
TEL. 203-847-8500

MOUNT VALLEY PAPER CO.
 PO BOX 5651
 HARTFORD CT. 06102



INV. NO. 129621

Page: 1

ROYAL LACE LLC
1120 WEST MAGNOLIA
LOUISVILLE
KY 40210

**SOLD
TO**

ROYAL LACE LLC

FOR CUSTOMER INQUIRY CALL:

1...300...543...7905

1120 WEST MAGNOLIA
LOUISVILLE KY 40210

TERMS: F.O.B. MILL

Index

BLSMAN.

SHIP VIA

TRUCK

DESCRIPTION

2.1.3

CUST. ORD. #	SHIP. NO.	ITEM NO.	QUANTITY	DESCRIPTION	BILL. UNIT	UNIT PRICE	AMOUNT
20602		8AGL26	2652	108# GLOSSY INKJET 26 1 ROLL 581#	MSI	2831	750.78
				SUBTOTAL:			750.78
<p>ALL GOODS ARE SOLD UNDERSTANDING THAT THERE ARE NO SPECIFIC QUALITIES INHERENT OR EXPECTED IN SAME, THAT NEITHER COATINGS NOR INK, PAPER, OR FOLIO, NON CHALK, OR TANNISH PROOF, NON NON-CURLING, NON POSSESSED OF ANY OTHER FEATURE UNLESS SO STATED IN YOUR ORDER AND RECEIPT. ALL CLAIMS MUST BE MADE WITHIN FIVE DAYS AFTER RECEIPT OF GOODS. NO CLAIMS WILL BE ENTERTAINED AFTER FIVE DAYS AFTER RECEIPT OF GOODS. NO CLAIMS</p> <p>Aug - 6, 2004</p> <p>We hereby certify that these goods were produced in compliance with all applicable requirements of section 6, 7, and 12 of the Fair Labor Standards Act as amended, and of regulations and orders of the United States Department of Labor under section 14 thereof.</p>							
TOTAL THIS INVOICE							750.78

SCHEDULE 6
ATTACHMENT

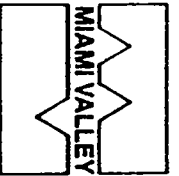
**Case No. 1:04cv853
M002290**

PLEASE REMIT ONLY TO:

MIAMI VALLEY PAPER CO., INC.

108 MAIN STREET
NORWALK, CT 06851
TEL. 203-847-8500

XXXXXXXXXXXXXXXXXXXX
XXXXXXXXXXXXXXXXXXXX
MIAMI VALLEY PAPER CO.,
PO BOX 5651
HARTFORD CT. 06102



SHIP TO
ROYAL LACE LLC

1120 WEST MAGNOLIA
LOUISVILLE KY 40210

SOLD TO
ROYAL LACE LLC

1120 WEST MAGNOLIA
LOUISVILLE KY 40210

2/14/83/21,411 lbs.
(2 80's)

FOR CUSTOMER INQUIRY CALL:
1-800-543-7905

CUST. NO.
677720

INVOICE DATE
7 28 01

INV. NO.
129594

PAGE: 1

TERMS: F.O.B. MILL "NET"

CUST. ORD. #	SHIP NO.	ITEM NO.	QUANTITY	DESCRIPTION	BILL. UNIT	UNIT PRICE	AMOUNT
--------------	----------	----------	----------	-------------	------------	------------	--------

20602

8AGL44

92585

108#GLOSSY WH INKJET 44
10 ROLLS 20830#

MSI

30775.25

SUBTOTAL:

30775.25

FREIGHT:

275.88

AUG - 6 2001

Shipped 7-17-2001

1309-2890912

2/14/83

Shipments are shipped by a carrier, using a packing slip, without a bill of lading, and the carrier is not responsible for the loss or damage to the goods in transit. The carrier is not responsible for the loss or damage to the goods in transit. The carrier is not responsible for the loss or damage to the goods in transit.

ALL GOODS ARE SOLD UNDERSTANDING THAT THERE ARE NO SPECIFIC QUALITIES INHERENT OR EXPECTED IN SAME, THAT NEITHER COATINGS NOR BODYTICKS ARE PAID, SOLI, RUL, CRACK, OR TARNISH PROOF, NOR NON-CURLING, NOR NON-POSSIBLE OF ANY OTHER FEATURE UNLESS SO STATED IN YOUR ORDER. OUR ACKNOWLEDGEMENT AND OUR INVOICE, ALL CLAIMS MUST BE MADE WITHIN FIVE DAYS AFTER RECEIPT OF GOODS. NO CLAIMS WILL BE ENTERTAINED AFTER PAPER IS CUT, RULED OR PRINTED. We hereby certify that these goods were produced in compliance with all applicable requirements of section 6, 7, and 12 of the Fair Labor Standards Act as amended, and of regulations and orders of the United States Department of Labor under section 14 thereof.

TOTAL THIS INVOICE
31051.13

SCHEDULE 6
ATTACHMENT

Case No. 1:04cv853
M002291

Schedule 7 10/15/01

ICP401 - INVENTORY INQUIRY									
1		1		Access Other Inquiry					
1309-289451				25X14X1000 MASTER SHIP 260					
D		C							
ADD		IN							
C		P							
D		P							
MATERIAL		PART		DATE		04/24/01			
CUM LBR		CUM OVR		CURRENT		REORDER		STANDARD	
INC HRS		INC LBR		INC OVR					
CUM LBR		CUM OVR							
MATERIAL		0.3913		0.4514		0.3913			
TOTALS		0.3913		0.4514		0.3913			

mvp

$$24 \times 44 = \frac{1056}{1000} = \underline{\underline{1.056 \text{ ksi}}}$$

$$\# \frac{.3913}{1.056} = .37055 \text{ mai cost}$$

Master Sheet 5x7 Photo Cost Calculation

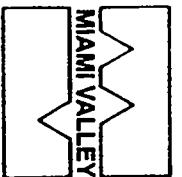
$$20'' \times 42'' = \frac{840}{1000} = .84 \text{ msi} \times \frac{\#}{.37055} = \frac{\#}{.3113 / \text{sheet}}$$

PLEASE REMIT ONLY TO:

MIAMI VALLEY PAPER CO., INC.

108 MAIN STREET
NORWALK, CT 06851
TEL. 203-847-8500

XXXXXXXXXXXXXXXXXXXX
XXXXXXXXXXXXXXXXXXXX
XXXXXXXXXXXXXXXXXXXX
MIAMI VALLEY PAPER CO.,
PO BOX 5651
HARTFORD CT. 06102



CUST. NO.

677720

INVOICE DATE

7 28 01

INV. NO.

129593

SHIP TO
ROYAL LACE LLC
1120 WEST MAGNOLIA
LOUISVILLE
KY 40210

PAGE: 1

SOLD TO
ROYAL LACE LLC
1120 WEST MAGNOLIA
LOUISVILLE
KY 40210

FOR CUSTOMER INQUIRY CALL:
1-800-543-7905

TERMS: F.O.B. MILL

NET

SLSMAN

016 TRUCK

DESCRIPTION

BILL UNIT

UNIT PRICE

AMOUNT

20602

8AFH24

340

126# PHOTO INKJET 24 X 44 CSH
SUBTOTAL:

39,1328

13305.15
13305.15

AUG - 6 2001

3913 per Sheet - 34,000 Sheets

Guaranteed by a bona fide company without
liability to the customer. The company is not
responsible for the quality of the goods or the
accuracy of the bill of lading. The bill of lading
is not a receipt for the goods and does not
represent the title of the goods.

ALL GOODS ARE SOLD UNDERSTANDING THAT THERE ARE NO SPECIFIC QUALITIES INHERENT OR EXPECTED IN SAME. THAT NEITHER COATINGS NOR
BODYSTOCKS ARE PADE, SOL, RUB, CRACK, OR TARNISH PROOF, NOR NON-CURLING, NOR NON-POSSIBLE OF ANY OTHER FEATURE UNLESS SO STATED
IN YOUR ORDER. OUR ACKNOWLEDGEMENT AND OUR INVOICE. ALL CLAIMS MUST BE MADE WITHIN FIVE DAYS AFTER RECEIPT OF GOODS. NO CLAIMS
WILL BE ENTERTAINED AFTER PAPER IS CUT, RULED OR PRINTED.
We hereby certify that these goods were produced in compliance with all applicable requirements of section 6, 7, and 12 of the Fair Labor Standards Act as
amended, and of regulations and orders of the United States Department of Labor under section 14, insofar as

TOTAL THIS
INVOICE

13305.15

SCHEDULE 7
ATTACHMENT

Case No. 1:04cv853
M002293

2715 COLERAIN AVENUE • CINCINNATI, OHIO 45225 • TELEPHONE (513) 542 5550

October 08, 2001

MIAMI WASHBASH PAPER

ATT: ROBERT KAMINSKI

RE: BOILER REPAIR

The repair work that was done on the Latner Boiler.

The section of plate that was removed was replace with code material, all welds was made to the state code book.

The material around the repair was in good there was no pits in the metal.

After all repair we made boiler was tested to 200 PSI.

After the boiler was set in place all control was tested to make sure that the boiler was working.

The boiler was inspected by the State boiler inspector and by Schweitzer Bros Inspector both inspector OK the boiler.

Warranty on the repair is for 1 year.

If the repair crack or starts leaking if the boiler is full of mud or scale the warranty will not be repair under the warranty.

Warranty starts Sept -21-01 for 1 year.

The metal around the repair was in good conduction there was no pits in the metal.

Item # 2

Ways to help keep the boiler clean,

Need to get the water softer repair, and blow down the boiler 1 time a day when in use.

Check Chemical level boiler asper chemical people.

If have question pleased call Daryl at 1-513-542-5550



RIECK
MECHANICAL
ELECTRICAL SERVICES
AN Exelon COMPANY

August 29, 2001

Robert Kaminski
Miami Wabash Paper Company
413 Oxford
Franklin, Ohio 45005


Dear Bob,

It is our professional recommendation that the inoperable boiler that has malfunctioned needs to be replaced rather than taking the risk of repair. Due to the unforeseen problems that may have occurred during the overheating, it is our opinion that integrity of the boiler may have been compromised.

Because of safety concerns and the risk of repeated malfunctions, the new boiler installation is our proposed solution.

Please call if you have any questions.

Sincerely,


James R. Mobley
Sales Manager

Case No. 1:04cv853
M002295